UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK
----X
CONDATO AGROEXPORTADORA LTDA.,

INDEX NO: 07 CIV 9370

Plaintiff,

ANSWER AND COUNTERCLAIM

- against -

USA TROPICAL, INC., HARI CHAND and HON CHAND,

Defendants.

----X

USA TROPICALS, INC., sued herein as USA TROPICAL, INC., (hereinafter "USA") and HARI CHAND, as and for their answer to the complaint herein, allege as follows:

- 1. Deny having any knowledge or information sufficient to form a belief as to each and every allegation in paragraphs numbered "4", "11" and "12" of the Complaint.
- 2. Deny each and every allegation contained in paragraphs numbered "6", "7", "9" "10" and "13" of the Verified Complaint.

AS AND FOR AN ANSWER TO COUNT 1 OF THE COMPLAINT

- 3. In answering paragraph "14" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each and every denial contained in the preceding paragraphs of this Answer with the same force and effect as though here again set forth at length.
- 4. Deny each and every allegation in paragraph numbered "15" of the Complaint.

AS AND FOR AN ANSWER TO COUNT 2 OF THE COMPLAINT

5. In answering paragraph "16" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each

and every denial contained in the preceding paragraphs of this Answer with the same force and effect as though here again set forth at length.

6. Deny each and every allegation in paragraph numbered "17" of the Complaint.

AS AND FOR AN ANSWER TO COUNT 3 OF THE COMPLAINT

- 7. In answering paragraph "18" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each and every denial contained in the preceding paragraphs of this Answer with the same force and effect as though here again set forth at length.
- 8. Deny each and every allegation in paragraphs numbered "19" through "22", inclusive, of the Complaint.

AS AND FOR AN ANSWER TO COUNT 4 OF THE COMPLAINT

- 9. In answering paragraph "23" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each and every denial contained in the preceding paragraphs of this Answer with the same force and effect as though here again set forth at length.
- 10. Deny each and every allegation in paragraphs numbered "24" through "27", inclusive, of the Complaint.

AS AND FOR AN ANSWER TO COUNT 5 OF THE COMPLAINT

11. In answering paragraph "28" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each and every denial contained in the preceding paragraphs of this

Answer with the same force and effect as though here again set forth at length.

12. Deny each and every allegation in paragraphs numbered "29" and "30" of the Complaint.

AS AND FOR AN ANSWER TO COUNT 6 OF THE COMPLAINT

- 13. In answering paragraph "31" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each and every denial contained in the preceding paragraphs of this Answer with the same force and effect as though here again set forth at length.
- 14. Deny each and every allegation in paragraphs numbered "32" of the Complaint.

AS AND FOR AN ANSWER TO COUNT 7 OF THE COMPLAINT

- 15. In answering paragraph "33" of the Complaint, defendants USA and HARI CHAND repeat, reiterate and reallege each and every denial contained in the preceding paragraphs of this Answer with the same force and effect as though here again set forth at length.
- 16. Deny each and every allegation in paragraphs numbered "34" through "36", inclusive, of the Complaint.

AS AND FOR A COUNTERCLAIM

- 17. That on or about March, 2007, plaintiff sold to defendant USA various quantities of yams.
- 18. That for the most part the yams were unmerchantable, which fact was disclosed by defendant to plaintiff.

- 19. That defendant USA paid to plaintiff a sum of money in excess of \$30,000.00 for the goods shipped by plaintiff.
- That plaintiff breached its express and implied 20. warranties of sale and merchantability fitness.
- That plaintiff promised defendant a credit for the defective merchandise.
- By reason of the foregoing, defendant USA sustained damages in an amount to be determined by the Court.

WHEREFORE, defendants demand judgment dismissing the complaint and for a monetary judgment in favor of defendant USA against the plaintiff in a sum to be determined by the Court, together with interest, costs and disbursements.

Dated: Port Washington, New York February 4, 2008

Yours, etc.

WOLFE & YUKELSON PLLC

By: Bruce Yakelson

Attorneys for Defendants USA TROPICALS INC. s/h/a USA TROPICALS INC. and HARI CHAND

14 Vanderventer Avenue

Suite 101

Port Washington, NY 11050

(516) 767-7100

TO: Andrew Squire, Esq. Attorney for Plaintiff CONDATO AGROEXPORTADORA LTDA. 379 Decatur Street Brooklyn, New York 11233 (718) 771-2221

Case 1:07-cv-09370-EEPTIFECATE-0F7 SERVICE 02/08/2008 Page 5 of 6

I, Bruce Yukelson, an attorney duly admitted to practice in the Courts of the State of New York and in this District, hereby certify that on February 5, 2008, I personally caused a copy of the foregoing ANSWER WITH COUNTERCLAIM to be served on the hereinafter listed counsel of record, by depositing a true copy of same enclosed in a properly addressed wrapper in an official depository under the exclusive care and custody of the United States Post Office Department within the State of New York.

Andrew Squire, Esq. Attorney for Plaintiff CONDATO AGROEXPORTADORA LTDA. 379 Decatur Street Brooklyn, New York 11233 (718) 771-2221

Bruce Yakelson

CONT	ATO ACROEV	ו גידים רים	ד מפחר	TDA				
CONDATO AGROEXPORTADORA LTDA.,								
	- ag	ainst		Plaintiff,				
USA '	TROPICAL,	, INC.,	HARI	CHAND and				
	CHAND,							
				Defendants.				
ANSWER WITH COUNTERCLAIM								

WOLFE & YUKELSON PLLC Attorneys for Defendants USA TROPICALS INC. s/h/a USA TROPICAL, INC. and HARI CHAND 14 Vanderventer Avenue, Suite 101 Port Washington, New York 11050 (516) 767-7100

of New York		signed, an attorney admitted to n information and belief and r ocuments are not frivolous.			
Dated: Fe	bruary 4, 2008	Signature:	Signature:		
		Print Signer's Name Bruc	e Yukelson		
Service of	a copy of the within		is hereby admitted.		
Dated:					
		Attorney(s) for			
PLEASE TA	KE NOTICE:				
Notice of Entry	that the within is a (certified) true copy of a entered in the office of the clerk of the within named Court on				
Notice of Settlement	that an Order of which the to the Hon. at on	within is a true copy will be pr one of the judges of , at	resented for settlement the within named Court M.		
Dated,					

WOLFE & YUKELSON PLLC Attorneys for 14 Vanderventer Avenue, Suite 101 Port Washington, NY 11050 (516) 767-7100